86-1179

Supreme Court, U.S.
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No. 86-

IN THE

SUPREME COURT OF THE UNITED STATES

OCTOBER TERM 1986

TECHNOGRAPH LIQUIDATING TRUST,
Petitioner,

v.

GENERAL MOTORS CORPORATION,
Respondent.

PETITION FOR A WRIT OF CERTIORARI TO THE UNITED STATES COURT OF APPEALS FOR THE THIRD CIRCUIT

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Questions Presented

1. Did the Third Circuit err in failing to transfer this appeal to the Federal Circuit where the jurisdiction of the district court indisputably arose under the patent laws and where the statute (28 U.S.C. sec. 1295 (a)(1)) explicitly provides that the "United States Court of Appeals for the Federal Circuit shall have *exclusive jurisdiction* of an appeal . . . if the jurisdiction of [the district] court was based . . . on section 1338 of this title" (the jurisdictional provision for civil patent suits)?

2. Does 28 U.S.C. sec. 1631 compel transfer of the appeal in this patent case where there is a "want of jurisdiction" in the Third Circuit?

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* The only Petitioner in this case is Technograph Liquidating Trust, successor to Technograph, Inc., a North Carolina Corporation. The other named plaintiffs below—Devex Corporation, William C. McCoy, Jr., individually and as an Executor of the Estate of William C. McCoy, deceased, Theodore A. TeGrotenhuis, Frederick B. Ziesenheim, Marjorie TeGrotenhuis, and Katherine M. Bassett—no longer have any interest in the litigation.

The Respondent is General Motors Corp., a Delaware Corporation.

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IN THE

SUPREME COURT OF THE UNITED STATES

OCTOBER TERM 1986

TECHNOGRAPH LIQUIDATING TRUST,
Petitioner,

v.

GENERAL MOTORS CORPORATION,
Respondent.

PETITION FOR A WRIT OF CERTIORARI TO THE UNITED STATES COURT OF APPEALS FOR THE THIRD CIRCUIT

Opinions Below

The Order of the Court of Appeals for the Third Circuit dated December 11, 1986 is not reported. (8a).[1] The Opinion of the District Court is not reported. (9a).

Jurisdiction

The Order of the Court of Appeals was entered on December 11, 1986 (8a), and this petition for a Writ of Certiorari was filed within 90 days of that date. The jurisdiction of this Court is invoked under 28 U.S.C. sec. 1254(1). The complaint (20a) and the history of this litigation confirm the jurisdiction of the district court under the patent laws as well as the continued presence of patent issues.[2] There is also pending in this Court a petition for certiorari to the United States Court of Appeals

[1] Citations to the Appendix at the rear of this petition are designated by page number and "a". Emphasis is supplied throughout unless otherwise noted.

[2] *See Devex Corp. v. General Motors Corp.*, 321 F.2d 234 (7th Cir. 1963) (patent validity), *cert. denied*, 375 U.S. 971 (1964); *Devex Corp. v. General Motors Corp.*, 467 F.2d 257 (3d Cir.

(*footnote continued on following page*)

for the Federal Circuit to review the judgment and order transferring this appeal to the Third Circuit. (Docket No. 86-1004).

The order of the Third Circuit is final since that court lacks subject matter jurisdiction and review by this Court is necessary in order to avoid decision on the merits by a court that lacks jurisdiction. The writ of certiorari properly lies because of the extraordinary importance of the questions presented.

Statutes Involved

Question one involves the Federal Courts Improvement Act of 1982, 28 U.S.C. sec. 1295(a)(1), which provides:

> The United States Court of Appeals for the Federal Circuit shall have exclusive jurisdiction—
> (1) of an appeal from a final decision of a district court of the United States, the United States District Court for the District of the Canal Zone, the District Court of Guam, the District Court of the Virgin Islands, or the District Court for the Northern Mariana Islands, if the jurisdiction of that court was based, in whole or in part, on section 1338 of this title, except that a case involving a claim arising under any Act of Congress relating to copyrights or trademarks and no other claims under section 1338(a) shall be governed by sections 1291, 1292, and 1294 of this title;

(*footnote continued from preceding page*)

1972), *cert. denied*, 411 U.S. 973 (1973) (patent infringement); *Devex Corp. v. General Motors Corp.*, 667 F.2d 347 (3d Cir. 1981) (reasonable royalty and pre-judgment interest under sec. 284 of the Patent Code), *cert. denied in part and granted in part*, 456 U.S. 988 (1982); *General Motors Corp. v. Devex Corp.*, 461 U.S. 648 (1983) (pre-judgment interest under sec. 284 of the Patent Code); *Devex Corp. v. General Motors Corp.*, 749 F.2d 1020 (3d Cir. 1984) (post-judgment interest, no patent question on appeal), *cert. denied*, 106 S.Ct. 68 (1985).

28 U.S.C. sec. 1295(a)(1).

28 U.S.C. sec. 1338 is the jurisdictional statute covering civil actions arising under the patent laws.

Question two involves 28 U.S.C. sec. 1631, captioned "[t]ransfer to cure want of jurisdiction," which provides:

> Whenever a civil action is filed in a court as defined in section 610 of this title or an appeal, including a petition for review of administrative action, is noticed for or filed with such a court and that court finds that there is a want of jurisdiction, the court shall, if it is in the interest of justice, transfer such action or appeal to any other such court in which the action or appeal could have been brought at the time it was filed or noticed, and the action or appeal shall proceed as if it had been filed in or noticed for the court to which it is transferred on the date upon which it was actually filed in or noticed for the court from which it is transferred.

28 U.S.C. sec. 1631.

The complaint and appeal also involve 35 U.S.C. sec. 284 which provides:

> Upon finding for the claimant the court shall award the claimant damages adequate to compensate for the infringement, but in no event less than a reasonable royalty for the use made of the invention by the infringer, together with interest and costs as fixed by the court.
>
> When the damages are not found by a jury, the court shall assess them. In either event the court may increase the damages up to three times the amount found or assessed.
>
> The court may receive expert testimony as an aid to the determination of damages or of what

> royalty would be reasonable under the circumstances.

35 U.S.C. sec. 284.

Statement of the Case

The basis for federal jurisdiction in the United States District Court is the patent laws of the United States. 28 U.S.C. sec. 1338. The very first paragraph of the complaint states the jurisdictional predicate (20a):

> This is a civil action for patent infringement. The jurisdiction of the Court in this action arises under the Patent Laws of the United States.

This action for patent infringement was commenced in 1956. The patent covers a lubricating process used in cold forming metal car parts by pressure. In 1963, Claim 4, the only claim of the patent involved, was held valid. *Devex Corp. v. General Motors Corp.*, 321 F.2d 234 (7th Cir. 1963), *cert. denied*, 375 U.S. 971 (1964). Thereafter, Claim 4 was held to be infringed by General Motors Corp. in the production of bumper and non-bumper (cold extruded) parts. *Devex Corp. v. General Motors Corp.*, 467 F.2d 257 (3d Cir. 1972), *cert. denied*, 411 U.S. 973 (1973).

Then, in 1981, the Court of Appeals affirmed the reasonable royalty and prejudgment interest awards on GM's infringement of bumper parts and the district court's determination that plaintiffs were entitled to no royalty whatsoever with regard to 1.3 billion non-bumper (cold extruded) parts found to constitute infringement. *Devex Corp. v. General Motors Corp.*, 667 F.2d 347 (3d Cir. 1981), *cert. denied in part and granted in part*, 456 U.S. 988 (1982). This Court then heard the case only with respect to prejudgment interest and held that such interest should ordinarily be granted on a reasonable royalty award for patent infringement "to ensure that the patent holder is placed in as good a position as he would have been in had the infringer entered into a reasonable royalty

agreement." *General Motors Corp. v. Devex Corp.*, 461 U.S. 648 (1983).

In 1984, the Third Circuit heard a later appeal in this case involving only the award of post-judgment interest. *Devex Corp. v. General Motors Corp.*, 749 F.2d 1020 (3d Cir. 1984). There were no patent law issues involved in that appeal. This Court denied certiorari on the post-judgment interest issue and on the issue of failure to award any royalty whatsoever on non-bumper parts found to be an infringement. 106 S. Ct. 68 (1985).

The pertinent starting point for the present phase of the case is the final order of June 27, 1986 issued by the District Court (19a). That judgment denied plaintiff's motion to reconsider the refusal to award any royalty whatsoever on the 1.3 billion non-bumper parts previously found to be an infringement and to award interest on the amount stated in a final order pending General Motors' unsuccessful appeal. Plaintiff appealed to the Federal Circuit and raised both issues.

Defendant moved to transfer the appeal to the Third Circuit. By judgment and order dated August 22, 1986, the Federal Circuit granted the motion (1a-2a), and denied a petition for rehearing and a suggestion that it be heard in banc (4a-5a). Plaintiff has filed a petition for writ of certiorari from that judgment. (Docket No. 86-1004).

Petitioner, contending that the Third Circuit lacked subject matter jurisdiction to hear the instant patent appeal, filed a motion in the Third Circuit to transfer back to the Federal Circuit (6a). By order dated December 11, 1986, that motion was denied (8a), and this petition is filed to review that order.

REASONS FOR GRANTING THE WRIT

As an exercise of sound, prudent and resourceful judicial administration, this Court should review the order of the Third Circuit denying the motion to transfer the appeal in this patent case to the Federal Circuit since it is extraordinarily important that 28 U.S.C. sec. 1295(a), which explicitly defines the "*exclusive jurisdiction*" of the Federal Circuit in terms of the jurisdiction of the district court arising under the patent laws, be properly interpreted.

1. The denial of the motion to transfer is in direct contravention with the unequivocal statutory mandate of exclusive subject matter jurisdiction of the appeal in the Federal Circuit because the jurisdiction of the district court indisputably arose under the patent laws.

The Federal Courts Improvement Act of 1982, Pub. L. 97-164, Title I, sec. 127(a), explicitly and conclusively mandates that "the Federal Circuit shall have exclusive jurisdiction of an appeal from a final decision of a district court . . . if the jurisdiction of that court was based, in whole or in part on section 1338," the jurisdictional statute covering civil patent suits. 28 U.S.C. sec. 1295(a)(1). In this litigation, there is absolutely no question that the jurisdiction of the district court arose under the patent laws. The complaint and the history of the litigation confirm that this has been and continues to be a patent case. (20a, *supra,* p. 1, n. 2) Thus, this appeal clearly belongs in the Federal Circuit. In refusing to transfer the appeal to that tribunal, which has exclusive jurisdiction, the Third Circuit erred in impermissibly expanding its subject matter jurisdiction beyond that granted to it by Congress.

"The controlling fact here is that the district court's jurisdiction of the case was and still is based in part on

sec. 1338." *Atari, Inc. v. JS&A Group, Inc.*, 747 F.2d 1422, 1429 (Fed. Cir. 1984). Jurisdiction of the appeal in the Federal Circuit "is mandated by the plain language of the statute, the best indication of the scope of a court's jurisdiction." *Id.* citing *Caminetti v. United States,* 242 U.S. 470, 485 (1917). In this case, the Federal Circuit, in ordering the transfer to the Third Circuit on grounds of "familiarity . . . comity and judicial economy" (3a) abandoned its previous, straightforward reading of the statute. Further, the Third Circuit was not free to disregard the literal language of the jurisdictional statute.

2. This Court should define the jurisdiction of the Federal Circuit in accord with the explicit statutory language and the legislative history of 28 U.S.C. sec. 1295(a)(1) in order to avoid the delay, costs and continued uncertainty regarding its jurisdiction at a time of burgeoning calendars resulting in an unseemly "ping pong" between the Federal Circuit and the regional circuit courts in patent matters.

This Court should grant the writ of certiorari in order to clarify the jurisdiction of the Federal Circuit Court of Appeals under 28 U.S.C. sec. 1295(a)(1) which explicitly mandates that the Federal Circuit has "exclusive jurisdiction" if the jurisdiction of the district court arose under the Patent Code.[3] If "exclusive" jurisdiction means exclusive, then other courts cannot possibly have concurrent jurisdiction over the very same appeals. Further, if the grant of jurisdiction is mandatory, then courts are not at liberty to exercise their discretion and retain an appeal that belongs elsewhere.

Since the effective date of the Federal Circuit in October 1982, the courts have been bombarded with a plethora of cases involving jurisdictional disputes between the Federal Circuit and the regional circuit courts of appeal. In

[3] In a different context, this Court has already agreed to clarify the jurisdiction of the Federal Circuit. *Hohri v. United States,* 782 F.2d 227 (D.C Cir.), *cert. granted,* 55 U.S.L.W. 3348 (1986) (jurisdiction under sec. 1295(a)(2)).

Christianson v. Colt Industries Operating Corp., 798 F.2d 1051 (7th Cir. 1986), the Seventh Circuit noted "the burgeoning list of cases delineating, at considerable expense to the parties and the judicial system and no doubt considerable bewilderment to laymen, the boundaries of 28 U.S.C. sec. 1295(a)(1)." 798 F.2d at 1058 n. 10. In *Christianson*, the Federal Circuit had transferred the appeal to the Seventh Circuit. The Seventh Circuit disagreed with the transfer order, found that the case arose under the patent laws, and transferred back to the Federal Circuit under 28 U.S.C. sec. 1631. Recently, at oral argument before the Federal Circuit, the jurisdictional issue was again raised.

The language chosen by Congress and the legislative history conclusively establish that the jurisdiction of the Federal Circuit is defined by the jurisdiction of the district court. As stated in the House Report:

> *The new court's appellate jurisdiction in patent cases is defined in relation to the district court's jurisdiction; that is, if the district court has jurisdiction over the case under 28 U.S.C. sec. 1338(a), on the ground that the case arises under the patent law, the appeal in that cases [sic] will go to the new appellate court, instead of the regional circuit.*

House Report at 23-24, quoted in *Atari, Inc., supra*, 747 F.2d at 1433 n. 7.

Although the statute is unambiguous, and the legislative history is equally articulate, the courts have become enmeshed in rewriting the statute. In *Atari, Inc.*, the Federal Circuit warned against such judicial creativity:

> This Court is not at liberty to act as though Congress had said what it did *not* say, i.e., that "jurisdiction of the Court of Appeals for the Federal Circuit shall always be determined when the notice of appeal is filed and without regard

> to the basis of the district court's jurisdiction," or "jurisdiction of the Court of Appeals for the Federal Circuit shall be limited to appeals of final decisions on patent *issues*."

Atari, Inc., supra, 747 F.2d at 1432 (emphasis in original).

Yet, in *USM Corp. v. SPS Technologies, Inc.,* 770 F.2d 1035, 1037 (Fed. Cir. 1985), that court ignored the clear statutory language and required a "present or potential patent issue" on appeal for jurisdiction to vest in the Federal Circuit. Focusing on policies of judicial efficiency and the prior history of the litigation—factors not mentioned in the statute—the Federal Circuit transferred that case in which the jurisdiction of the district court was originally based in part on 28 U.S.C. sec. 1338 to the Seventh Circuit pursuant to 28 U.S.C. sec. 1631! In this case, the Federal Circuit cited *USM Corp.* with approval in transferring the appeal to the Third Circuit (3a) for reasons unrelated to jurisdiction: "familiarity . . . comity and judicial economy." (3a).

Even under the view that the jurisdiction of the Federal Circuit is defined by the issues on appeal, the subject appeal also clearly belongs in the Federal Circuit. Plaintiff raised a substantial patent question below and on appeal. In its transfer order, the Federal Circuit itself noted plaintiff's assertion of a patent damages claim, but then erroneously transferred the appeal rather than proceed to the merits. Significantly, the parties' dispute regarding the contours of the "law of the case" doctrine in the context of a patent case is itself a patent question. *Central Soya Co., Inc. v. Geo. A. Hormel & Co.,* 723 F.2d 1573, 1580 (Fed. Cir. 1983).[4]

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[4] In *Central Soya,* the Federal Circuit sat as successor to the Tenth Circuit which had decided certain patent questions in the case prior to the creation of the Federal Circuit. With regard to the Tenth Circuit's determination of liability, the Federal Circuit recognized at least two exceptions to the law of the case doctrine under which the patent issue might be reconsidered: (1) where there has been a change in controlling law and (2) where

(footnote continued on following page)

Petitioner respectfully submits that the denial of the motion to transfer this appeal was in clear conflict with the statutory mandate, which looks to the jurisdiction of the district court in defining the jurisdiction of the Federal Circuit. Petitioner further submits that the current uncertainty regarding the boundaries of the Federal Circuit's jurisdiction has resulted in costly and unseemly litigation not envisioned by Congress. The congressional objective of development of a uniform body of substantive patent law has been seriously thwarted. In its place, the Federal Circuit and the regional courts of appeals are embroiled in endless disputes regarding the jurisdiction of appeals in patent cases. Thus, this petition presents a question of extraordinary public importance as it urges this Court to clarify the jurisdiction of the Federal Circuit.

3. Neither the prior Third Circuit decisions nor the added presence of a non-patent law question on appeal can divest the Federal Circuit of the exclusive jurisdiction mandated by the statute.

Notwithstanding prior appeals to the regional circuit courts, the Federal Circuit has exclusive jurisdiction of appeals in patent cases filed after October 1, 1982, the effective date of the Federal Courts Improvement Act. As the court recognized in *Central Soya Co., Inc. v. Geo. A. Hormel & Co.*, 723 F.2d 1573 (Fed. Cir. 1983):

> This appeal presents unusual circumstances in that the same court is not being asked to reconsider its own prior decision. Rather we are being asked to review the decision of the Tenth Circuit Court of Appeals in a case over which we have *exclusive jurisdiction by virtue of an Act of Congress.* In our opinion, the purpose and intent

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(*footnote continued from preceding page*)
there was clear error of law resulting in manifest injustice. The Federal Circuit, not the Tenth Circuit, was the proper court to consider those exceptions. 723 F.2d at 1580.

> of the law of the case doctrine is fully applicable to this transitory situation, and all interests will be served by adherence to it . . . . While the law of the case doctrine is applicable, and acts as "a heavy deterrent to vacillation on arguable issues," it is not an inexorable command, and should be applied "as a matter of sound judicial practice, under which a court generally adheres to a decision in a prior appeal in the case unless one of three 'exceptional circumstances' exists: 'the evidence on a subsequent trial was substantially different, *controlling authority has since made a contrary decision of the law applicable* to such issues, or the decision was *clearly erroneous* and would work a *manifest injustice.*'"

723 F.2d at 1580 (citations omitted); *Accord Stewart-Warner Corp. v. City of Pontiac, Michigan*, 767 F.2d 1563, 1568 (Fed. Cir. 1985). ("We sit as successor to the Sixth Circuit solely because of the transfer in 1982 of appellate jurisdiction by the Federal Courts Improvement Act of 1982".)

The fact that the appeal also raises a non-patent question does not affect appealability to the Federal Circuit. In furtherance of the congressional intent to avoid bifurcation of appeals, the Federal Circuit has pendent jurisdiction of the non-patent issues on appeal. In creating the Federal Circuit, Congress specifically chose to grant appellate jurisdiction over the entire case ("arising under" jurisdiction) and rejected appellate jurisdiction over only the patent issues in a case ("issue jurisdiction"). *Atari, Inc., supra*, 747 F.2d at 1433; *Christianson v. Colt Industries Operating Corp.*, 798 F.2d 1051, 1058 (7th Cir. 1986).

This Court should review the denial of the motion to transfer under 28 U.S.C. sec. 1631 (transfer to cure want of jurisdiction) because, in light of the *exclusive jurisdiction* of the Federal Circuit over this appeal, there is necessarily a want of jurisdiction in the Third Circuit.

28 U.S.C. sec. 1631 provides for transfer of an appeal to another court if there is a want of jurisdiction in the court in which the appeal is docketed. The conclusion is self-evident that the Third Circuit does not have concurrent subject matter jurisdiction of an appeal where another court has exclusive jurisdiction of that appeal. It necessarily follows that there is a want of jurisdiction in the Third Circuit because the plain language of 28 U.S.C. sec. 1295(a)(1) vests exclusive jurisdiction of this patent appeal in the Federal Circuit. Thus, pursuant to 28 U.S.C. sec. 1631 this appeal should be transferred from the Third Circuit to the Federal Circuit.

CONCLUSION

For the foregoing reasons, the Petition for Writ of Certiorari should be granted.

Respectfully submitted,

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January 14, 1987

Appendix A

United States Court of Appeals for the Federal Circuit

DEVEX CORPORATION, ET AL.,
Plaintiff-Appellant,

vs.

GENERAL MOTORS CORPORATION,
Defendant-Appellee.

No. 86-1523

Judgment

ON APPEAL from the UNITED STATES DISTRICT COURT OF DELAWARE **IN CASE NO(S).** CA 3058

This CAUSE having been heard and considered, it is ORDERED AND ADJUDGED:

TRANSFERRED PURSUANT TO 28 U.S.C. SECTION 1631 TO THE UNITED STATES COURT OF APPEALS FOR THE THIRD CIRCUIT.

Dated August 22, 1986

ENTERED BY ORDER OF THE COURT

/s/ Francis X. Gindhart
FRANCIS X. GINDHART, CLERK

ISSUED AS A MANDATE: September 25, 1986

Appendix B

Note: This Order will not be published in a printed volume because it does not add significantly to the body of law and is not of widespread legal interest. It is a public record. It is not citable as precedent.

United States Court of Appeals
for the Federal Circuit

DEVEX CORPORATION, et al.,

Appellants,

v.

GENERAL MOTORS CORPORATION,

Appellee.

Appeal No. 86-1523
ON MOTION

Before MARKEY, *Chief Judge,* NEWMAN and BISSELL, *Circuit Judges.*

ORDER

Appellee General Motors Corporation (GM) moves for an order transferring the appeal noticed by appellant Devex Corporation (Devex) to the U.S. Court of Appeals for the Third Circuit. GM argues that the only issue on appeal concerns interest on the postjudgment interest judgment and interest on the cost judgment and is more appropriately heard by the Third Circuit.[1]

Devex opposes the motion to transfer on the ground that, in addition to the interest issue, the appeal concerns a patent damages issue. GM argues that the damages issue

[1] For a history of this litigation, *see Devex Corp. v. General Motors Corp.*, 467 F.2d 257 (3d Cir. 1972), *cert. denied,* 411 U.S. 973 (1973); *Devex Corp. v. General Motors Corp.*, 667 F.2d 347 (3d Cir. 1981), *cert. denied in part,* 456 U.S. 988 (1982), *cert. granted in part, General Motors Corp. v. Devex Corp.*, 461 U.S. 648 (1983); *Devex Corp. v. General Motors Corp.*, 749 F.2d 1020 (3d Cir. 1984), *cert. denied,* 54 U.S.L.W. 3223 (1985).

is a red herring and that Devex is trying, once again, to reopen a damages issue that was decided by the Third Circuit in its 1981 decision.[2]

On March 20, 1984 this court dismissed cross-appeals in this litigation on postjudgment interest issues because the Third Circuit had asserted jurisdiction. This case began in the Third Circuit, which issued two decisions in the case well before this court was created. In 1984 it issued a third decision in the case. The parties' arguments over the presence or absence of particular "issues" remaining are unpersuasive in this case. *See Atari, Inc. v. JS&A Group, Inc.*, 747 F.2d 1422, 1429 (Fed. Cir. 1984) (*in banc*). The Third Circuit has developed a familiarity with this case extending over some fourteen years. The interests of comity and judicial economy are best served by a transfer to that court. *See USM Corporation v. SPS Technologies, Inc.*, 770 F.2d 1035, 1037 (Fed. Cir. 1985); *Atari, supra.*

Accordingly,

IT IS ORDERED THAT:

The appeal is transferred pursuant to 28 U.S.C. § 1631 to the Court of Appeals for the Third Circuit.

22 Aug 86
Date

FOR THE COURT

/s/ Howard T. Markey
Howard T. Markey
Chief Judge

cc: Sidney Bender, Esq.
Arthur G. Connolly, Jr., Esq.

---

[2] Certiorari was denied on this issue by the Supreme Court, 456 U.S. 988 (1982). A "Motion for Leave to File Out-of-Time Petition for Rehearing" on the damages issue was also denied by the Supreme Court, 54 U.S.L.W. 3228 (October 7, 1985).

Appendix C

United States Court of Appeals for the Federal Circuit

DEVEX CORPORATION, ET AL.,D,

Appellant,

vs.

GENERAL MOTORS CORPORATION,

Appellee.

Appeal No. 86-1523

Before MARKEY, *Chief Circuit Judge,* NEWMAN and BISSELL, *Circuit Judges.*

ORDER

A petition for rehearing having been filed in this case,

UPON CONSIDERATION THEREOF, it is

ORDERED that the petition for rehearing be, and the same hereby is, denied.

The suggestion for rehearing in banc is under consideration.

FOR THE COURT

/s/ Francis X. Gindhart

Francis X. Gindhart, Clerk

9/18/86

Date

cc: Mr. Sidney Bender
Mr. Arthur G. Connolly, Jr.

Appendix D

United States Court of Appeals for the Federal Circuit

DEVEX CORPORATION, ET AL.,

Appellant,

vs.

GENERAL MOTORS CORPORATION,

Appellee.

Appeal No. 86-1523

ORDER

A suggestion for rehearing in banc having been filed in this case,

UPON CONSIDERATION THEREOF, it is

ORDERED that the suggestion for rehearing in banc is declined.

FOR THE COURT

/s/ Francis X. Gindhart

Francis X. Gindhart, Clerk

9/30/86

Date

cc: Mr. Sidney Bender
Mr. Arthur G. Connolly, Jr.

Appendix E

In the United States Court of Appeals for the Third Circuit

DEVEX CORPORATION, TECHNOGRAPH, INC., *et al.*,
Appellant,

v.

GENERAL MOTORS CORPORATION,
Appellee.

No. 86-5771

Appellant's Motion to Transfer Appeal to the Federal Circuit

Appellant Technograph, Inc. filed this appeal in the United States Court of Appeals for the Federal Circuit.[1] The appellee, General Motors, moved that Court to transfer the appeal to this Court pursuant to 28 U.S.C. § 1631, and the Federal Circuit has done so in "[t]he interests of comity and judicial economy." Pursuant to that order (a copy of which is attached hereto as Exhibit "A"),[2] the appeal has now been placed on this Court's docket at No. 86-5771.

Technograph now moves this Court to return the case to the Federal Circuit because it is that Court that has exclusive jurisdiction over this appeal under 28 U.S.C. § 1295(a)(1). As is more fully set forth in the attached memorandum, the question is one of jurisdiction, and not one of "comity and judicial economy." Moreover, it is clear that the Federal

[1] Of the many original plaintiffs below, Technograph is the sole remaining party in interest. *See Devex Corp. v. General Motors Corp.*, 579 F. Supp. 690 (D.Del.), *aff'd*, 746 F.2d 1466 (3d Cir. 1984).

[2] The Federal Circuit has since denied Technograph's motion for rehearing and its suggestion for *en banc* consideration of the transfer order.

Circuit's transfer order is not binding on this Court. *See Christianson v. Colt Industries Operating Corp.*, 798 F.2d 1051 (7th Cir. 1986). Given the want of jurisdiction in this Court, the case must be returned to the Federal Circuit pursuant to 28 U.S.C. § 1631.

Because this motion is submitted on the question of jurisdiction only, and is not addressed to the merits of the appeal, appellant respectfully requests that it be considered prior to briefing and argument on the merits of the case. Appellant also requests an opportunity to be heard on the matter if the Court concludes that argument would be helpful to it, consistent with Third Circuit Rule 11(1).

Respectfully submitted,

Dated: November 13, 1986

/s/ Alfred W. Putnam, Jr.,

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Attorneys for Plaintiff-Appellant

Appendix F

UNITED STATES COURT OF APPEALS
FOR THE THIRD CIRCUIT

No. 86-5771 November 28, 1986
DEVEX CORP., et al.

vs.

GENERAL MOTORS CORP.
Devex Copr., et al., Appellants
(DE D.C. Civil No. 3058)

Present: GIBBONS, STAPLETON and MANSMANN,
Circuit Judges.

1. Appellants' motion to transfer appeal to the U.S. Court of Appeals for the Federal Circuit,
2. Appellee's memorandum opposing motion to transfer appeal to the Federal Circuit,
3. Appellants' reply memorandum in support of motion to transfer, (Due 11-24-86, received on 11-28-86, not filed unless Court directs)

in the above-entitled case.

Respectfully,

/s/ Marta Sanchez
Deputy Clerk
597-3080

The foregoing motion is/~~are~~ *denied.*

By the Court.

/s/ John J. Gibbons
Judge

Dated: December 11, 1986

dt/cc: AWP, Jr.
SB
AGC

Appendix G

IN THE UNITED STATES COURT DISTRICT COURT
FOR THE DISTRICT OF DELAWARE

DEVEX CORPORATION, et al.,
Plaintiffs,
v. Civil Action 3058 CMW

GENERAL MOTORS CORPORATION,
Defendant.

CONSOLIDATED

FREDERICK B. ZIESENHEIM, et al.,
Plaintiffs,
v. Civil Action 83-567 CMW

TECHNOGRAPH, INC.,
Defendant.

Robert K. Payson, Esquire of Potter, Anderson & Corroon, Wilmington, Delaware.
OF COUNSEL: Sidney Bender, Esquire, Aaron Lewittes, Esquire and Janine L. Bender, Esquire of Leventritt, Lewittes & Bender, Garden City, New York
Attorneys for Defendant, Technograph, Inc., in Civil Action 83-567.

Arthur G. Connolly, Esquire and Arthur G. Connolly, Jr., Esquire of Connolly, Bove, Lodge & Hutz, Wilmington, Delaware.
OF COUNSEL: William A. Schuetz, Esquire of Detroit, Michigan; George E. Frost, Esquire of Barnes, Kisselle, Raisch, Choate, Whittemore & Hulbert, Birmingham, Michigan.
Attorneys for Defendant, General Motors Corporation in Civil Action 3058.

OPINION

Wilmington, Delaware
June 27, 1986

Appendix G

WRIGHT, Senior Judge:

This patent litigation has been before this Court for more than twenty years, has generated numerous opinions and appeals, and threatens to outlast all human participants. Currently pending is the motion of plaintiff Technograph, Inc., for a reasonable royalty and prejudgment interest in relation to previously determined infringement for non-bumper parts, and for additional interest on an award of postjudgment interest previously granted by this Court.

The Court will not set out the protracted history of this dispute because it has been reported extensively, *see, e.g.*, 494 F.Supp. 1369 (D.Del. 1980); 569 F.Supp. 1354 (D.Del. 1983), *aff'd* 749 F.2d 1020 (3d Cir. 1984), and because the current motion focuses on two limited issues. The Court instead will relate separately the relevant background on each prong of plaintiff's motion.

I. REASONABLE ROYALTY AWARD

The patent at issue here involved a process for cold-forming steel products, which defendant General Motors Corp. ("G.M.") used to produce both bumper and non-bumper parts. Following a finding of infringement, *see* 467 F.2d 257 (3d Cir. 1972), an accounting of damages was conducted before a Special Master. The Master awarded substantial damages for bumper part infringement, but concluded that the proof was too speculative to allow an award of damages for non-bumper part infringement. This Court approved the Master's Findings and Conclusions on non-bumper damages, *see* 494 F.Supp. 1369, 1377-78 (D.Del. 1980).

The Third Circuit affirmed the decision not to award damages for non-bumper parts, finding that plaintiff had failed to provide credible evidence from which a reasonable royalty for infringement could be calculated. 667 F.2d 347,

362 (3d Cir. 1981). Plaintiff filed a petition for certiorari with the U.S. Supreme Court, arguing that the failure to award damages after a finding of infringement in the production of non-bumper parts violated the mandate of 35 U.S.C. § 284.[1] The Supreme Court denied *cert.*, *see* 456 U.S. 990 (1982). The Court did consider G.M.'s petition on the issue of prejudgment interest on the damages award for bumper-part infringement and affirmed the award. 461 U.S. 648 (1983).

After this Court's rulings on postjudgment interest and interests on costs were affirmed by the Third Circuit, *see* 749 F.2d 1020 (1984), plaintiff filed a petition for certiorari on the postjudgment interest issue which also raised the issue of a damages award for non-bumper parts infringement. The basis for this petition was the alleged conflict between the Third Circuit's 1981 ruling in this case and decisions of the Federal Circuit rendered in 1983. *See* 53 U.S.L.W. 3839 (U.S. May 13, 1985) (No. 84-1795). The Supreme Court again denied the petition. *See* 54 U.S.L.W. 3223 (U.S. Oct. 7, 1985).

Plaintiff's argument here appears similar to that made to the Supreme Court in the second *cert.* petition: namely, that a conflict exists between the 1981 Third Circuit decision refusing to grant a royalty award for non-bumper part infringement and later decisions of the Federal Circuit.[2] Plaintiff argues that this Court still retains juris-

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[1] This section states: "Upon finding for the claimant the court shall award the claimant damages adequate to compensate for the infringement, but in no event less than a reasonable royalty for the use made of the invention by the infringer, . . . "

[2] Those cases are *Stickle v. Heublein, Inc.*, 716 F.2d 1550 (Fed.Cir. 1983); *Hanson v. Alpine Valley Ski Area, Inc.*, 718 F.2d 1075 (Fed.Cir. 1983); and *Railroad Dynamics, Inc. v. A. Stucki Co.*, 727 F.2d 1506 (Fed.Cir. 1984); *see also, Armco, Inc. v. Republic Steel Corp.*, 707 F.2d 886 (6th Cir. 1983). Plaintiff

(footnote continued on following page)

diction over this case and this issue, despite the previous appeals, and that the Court has the power under the law of the case doctrine to recognize the supervening change of law and "correct" the Third Circuit's mistake.

For the sake of argument, the Court will assume that the first two steps of plaintiff's reasoning are correct: the 1981 Third Circuit decision conflicts with later appellate decisions, and this Court retains jurisdiction to reopen the question of a royalty award for infringement in the production of non-bumper parts.[3] Nevertheless, the Court cannot grant plaintiff's request and act on the supervening change of law under the law of the case doctrine.

As a general matter, a court can reconsider a previous ruling when a supervening decision has changed the applicable rule of law. *See, e.g., Zichy v. City of Philadelphia*, 590 F.2d 503, 508 (3d Cir. 1979); *Al Haddad Bros.*

(*footnote continued from preceding page*)

interprets those cases as requiring a court always to award at least a reasonable royalty and prohibiting the denial of any award where the court finds infringement of a valid patent.

[3] The Court has serious doubts about both of these assumptions. Regarding the alleged conflict between the Third Circuit and Federal Circuit decisions, this Court notes the Federal Circuit's recent statement on proof of damages: "One who fails to submit evidence in support of a position cannot be heard on appeal to complain that the trial court failed to find facts upholding that position." *Railroad Dynamics, Inc. v. A. Stucki Co.*, 727 F.2d 1506, 1519 (Fed.Cir. 1984). In addition, plaintiff's reliance on G.M.'s supposed concession in its latest Supreme Court brief that "*Stickle* is now controlling" is simply beside the point. Plaintiff has taken this statement out of context.

Regarding the Court's continuing jurisdiction over this issue, it appears that a matter which has been decided by the district court, affirmed by the Court of Appeals, and denied certiorari by the Supreme Court generally is no longer *sub judice* in the district court. *See Seese v. Volkswagenwerk, A.G.*, 679 F.2d 336, 337 (3d Cir. 1982) (motion under Fed.R.Civ.P. 60(b)(6)); *Eutectic Corp. v. Metco, Inc.*, 597 F.2d 32, 34 (2d Cir. 1979) (same).

Enterprises, Inc. v. M/S Agapi, No. 82-92, slip op. at 5 (D.Del. May 8, 1986). However, a trial court's power to reconsider a question is very limited after the appeals court has issued a mandate on the question and the matter is again before the trial court on remand or other subsequent proceedings. The proper course for plaintiff to follow if it believes that subsequent decisions have cast doubt on the correctness of the Third Circuit's 1981 ruling on non-bumper parts is to apply to the Third Circuit for a modification or recall of its mandate. *See Riley v. MEBA Pension Trust,* 586 F.2d 968, 972 (2d Cir. 1978); *Elias v. Ford Motor Co.,* 734 F.2d 463, 465-66 (1st Cir. 1984); IB J.Moore, Moore's Federal Practice ¶ 404[10], at 171-172 (2d ed. 1984). This Court's acceptance of plaintiff's invitation to "reverse" the Third Circuit surely would invite a later reversal from that court.[4]

In addition to its "law of the case argument", Technograph claims that its motion on the non-bumper parts issue is proper under Fed.R.Civ.P. 60(b)(6). This provision allows a court to relieve a party from a final judgment or order for "any other reason justifying relief from the operation of the judgment." In *Seese v. Volkwagenwerk, A.G.,* 679 F.2d 336 (3d Cir. 1982), the district court had denied a rule 60(b)(6) motion seeking relief from the Third

[4] In *Morrow v. Dillard,* 580 F.2d 1284, 1297 (5th Cir. 1978), the circuit court found that the district court properly reconsidered its grant of attorneys' fees on remand because of an intervening Supreme Court decision on the question. *Morrow* is distinguishable for two reasons. The original Fifth Circuit decision in *Morrow* did not directly address the attorneys' fee issue, whereas the Third Circuit did address directly the non-bumper parts royalty issue. Second, the intervening decision in *Morrow* came from the Supreme Court and directly conflicted with prior law. In contrast, here the intervening decisions came from a court coordinate to the Third Circuit and may not conflict with the Third Circuit decision, *see supra* note 3.

Circuit mandate in thie case because of a subsequent holding by the Fourth Circuit in direct opposition to the Third Circuit's original decision. The Third Circuit had denied rehearing after the Fourth Circuit decision, and the Supreme Court denied certiorari. The Third Circuit affirmed denial of the Rule 60(b)(6) motion: "The district court is without jurisdiction to alter the mandate of this Court on the basis of matters included or includable in defendant's prior appeal." *Id.* at 337.

Technograph seeks to distinguish *Seese* on the ground that the supervening Federal Circuit decisions, *see supra* note 2, were not "matters included or includable" in its prior appeal because they were rendered after the Third Circuit decision on the non-bumper parts issue. The Court rejects this argument and finds *Seese* controlling. Although the 1983 Federal Circuit decisions could not have been brought up to the Third Circuit in 1981, they were included in one of plaintiff's prior appeals—the 1985 certiorari petition on which the Supreme Court denied review.[5] Plaintiff's invocation of Rule 60(b)(6) to seek review of the Third Circuit's "error" is improper. *See Eutectic Corp. v. Metco, Inc.*, 597 F.2d 32, 34 (2d Cir. 1979) (rule 60(b)(6) motion cannot be used as substitute for appeal).

In addition, plaintiff admits that determination of the motion is a matter of the court's discretion. The Court will exercise that discretion and deny the motion. Plaintiff has had an abundance of opportunities to make its case for a royalty award on non-bumper parts—before the Special Master, this Court, the Third Circuit, the Supreme Court in 1982 and the Supreme Court in 1985—and the issue consistently has been determined against it. This

[5] *Standard Oil Co. v. United States*, 429 U.S. 17 (1976) (per curiam) is distinguishable for the same reason. *See Seese*, 679 F.2d at 337 n.1.

Court will reconsider the matter only if directed to do so by a higher court.

II. ADDITIONAL POSTJUDGMENT INTEREST

On August 22, 1983, this Court issued an opinion requiring G.M. to pay postjudgment interest on the damage award at the rate of sixteen percent per annum, 569 F.Supp. 1354. On August 30, 1983, G.M. paid into court $7,170,344.39, representing the full amount of postjudgment interest, at sixteen percent, to that date. On September 9, 1983, this Court entered an Order awarding postjudgment interest at sixteen percent against G.M. in the amount of $7,170,344.39, of which $2,688,879.15 was transferred immediately to Technograph. Docket No. 724.[6] The $2.6 million represented interest at six percent per annum, which G.M. admitted it owed; the remaining $4,481,465.24 represented interest at ten percent per annum (the difference between six and sixteen percent), which G.M. disputed it owed to Technograph. The Court did not permit distribution of the $4.4 million at that time to prevent its possible dissipation by Technograph before final appellate determination of the appropriate rate of interest (six percent vs. sixteen percent). *See* Transcript of September 7, 1983, Hearing ("Transcript"), at 2, 12, 13, Docket No. 725.

On December 1, 1983, this Court ordered G.M. to pay $71,262.43 to Technograph as sixteen percent interest on the allowed costs, 577 F.Supp. 429. That amount also was deposited in Court but not released to plaintiff, *see* Docket No. 762, because G.M. claimed that no interest should be awarded on costs. The $4.4 million in postjudgment interest and $71,262.43 in interest on costs ("the funds")

[6] Approximately $484,000 of the $2.6 million also was withheld by the Court because its ownership was disputed among the plaintiffs. Technograph later received this money with accrued interest. *See* Docket No. 773.

were deposited in an account in the name of the "Clerk of the Court of the U.S. District Court for the District of Delaware, C.A. No. 3058", to be invested in insured money market accounts or U.S. Treasury bills, at the direction of plaintiff. *See* Docket No. 717. The funds accrued interest at the market rate, which was less than sixteen percent.

The Third Circuit on November 28, 1984, affirmed this Court's award of sixteen percent postjudgment interest and award of interest on costs, 749 F.2d 1020, 1026-27. This Court approved a stipulation on November 15, 1985, allowing distribution of the $4.4 million and $71,262.43 (plus accrued interest) to Technograph.

Technograph now seeks to recover additional money from G.M. representing the difference between the market-rate interest earned on the funds and the sixteen percent rate of interest awarded by the Court in its September 9, 1983, and December 1, 1983, Orders. Technograph claims that those orders created liquidated amounts equivalent to a judgment, which went unpaid because it did not have complete access to the funds. Postjudgment interest at sixteen percent therefore accrued on the funds until Technograph finally received them November 15, 1985. In addition, Technograph argues that the November 15, 1985, payment must be applied first to accrued interest and then to principal under the "United States" rule, so that a portion of the principal (approximately $660,000) remains unpaid and still is accruing interest at sixteen percent.

Resolution of this matter turns on how G.M.'s payment of the funds into Court is construed. G.M. argues that its payments were made, in effect, under Fed.R.Civ.P. 67, so that its obligation to pay additional interest was dis-

charged.[7] Plaintiff claims that G.M.'s payment was intended as a supersedeas bond under Fed.R.Civ.P. 62(d).[8] No motion under either rule was filed, and this Court's Orders of September 9, 1983, and December 16, 1983, do not specify why the funds were not paid directly to plaintiff. At the September 1983 hearing on the payment, G.M. withdrew its request that the judgment on postjudgment interest be marked satisfied in response to plaintiff's opposition. Transcript at 24.

G.M.'s payments into court served as actual payment of the postjudgment interest judgment, rather than as a supersedeas bond for a stay pending appeal. G.M. paid the funds (representing all postjudgment interest and interest on costs owed) into court, and this Court accepted them, with the understanding that the payments extinguished G.M.'s obligation to pay postjudgment interest and interest on costs. This Court determined that G.M. was liable to the plaintiff, required that payment be made, and ordered that the funds be deposited in a bank account set up in the name of the Clerk of the Court. G.M. had no control over the funds once they were paid into court. Technograph controlled how the funds were invested, and the Court controlled distributions from the account. *See* Docket No.

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[7] Rule 67 provides:

> In an action in which any part of the relief sought is a judgment for a sum of money . . . , a party, upon notice to every other party, and by leave of court, may deposit with the court all or any part of such sum or thing, whether or not that party claims all or any part of the sum or thing . . . . The fund shall be deposited in an interest-bearing account or invested in an interest-bearing instrument approved by the court.

[8] That provision states: "When an appeal is taken the appellant by giving a supersedeas bond may obtain a stay . . . . The bond may be given at or after the time of filing the notice of appeal or of procuring the order allowing the appeal, as the case may be."

717. G.M. owes no additional postjudgment interest or interest on costs. *Cf. International Telemeter Corp. v. Hamlin Int'l Corp.*, 754 F.2d 1492, 1495 (9th Cir. 1985) (postjudgment interest at statutory rate owed on funds in escrow account established by agreement of parties, over which debtor retained investment control); *Reliable Marine Boiler Repair, Inc. v. Mastan Co.*, 325 F.Supp. 58, 64 (S.D.N.Y. 1971) (plaintiff not entitled to interest on funds in possession of court).[9]

For the foregoing reasons, the Court denies plaintiff's Motion for an Award of Interest and for a Reasonable Royalty Award on Non-Bumper Parts. An Order will enter in conformity with this Opinion.

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[9] The actions of G.M. also suggest that it did not intend the $4.4 million payment to serve as as supersedeas bond. It paid the money before it filed an appeal and even before it was ordered to pay. Rule 62(d) requires that the bond be given "at or after" the time of filing the notice of appeal. G.M.'s counsel also stated that its payment provided plaintiffs with "much more protection than they would have by a supersedeas bond . . . . " Transcript at 2, indicating that the payment was intended as something other than a supersedeas bond. This Court would not have required G.M. to provide a supersedeas bond because of the company's vast assets.

United States v. Los Angeles Soap Co., 153 F.2d 320 (9th Cir. 1946), on which plaintiff relies, is distinguishable. The monies paid into court there were designated by the court as "security" for the disputed tax liability, 153 F.2d at 321. This Court did not designate G.M.'s payments as security for anything, nor intend them to serve as such.

Appendix H

IN THE UNITED STATES DISTRICT COURT
FOR THE DISTRICT OF DELAWARE

DEVEX CORPORATION, et al.,
Plaintiffs,

v. Civil Action 3058 CMW

GENERAL MOTORS CORPORATION,
Defendant.

CONSOLIDATED

FREDERICK B. ZIESENHEIM, et al.,
Plaintiffs,

v. Civil Action 83-567 CMW

TECHNOGRAPH, INC.,
Defendant.

ORDER

This 27th day of June 1986, for the reasons stated in the accompanying Opinion,

IT IS HEREBY ORDERED that Technograph's Motion for Award of Interest and for Reconsideration of Judgment with respect to Non-Bumper Parts is denied.

/s/ Caleb M. Wright

UNITED STATES DISTRICT CT. JUDGE

Appendix I

IN THE UNITED STATES COURT,

For the Northern District of Illinois

Civil Action No.....

Devex Corporation, a Corporation of Ohio; William C. McCoy, 524 Bulkley Building, Cleveland 15, Ohio; and Theodore A. TeGrotenhuis, 524 Bulkley Building, Cleveland 15, Ohio.

Plaintiffs,

vs.

General Motors Corporation, a Corporation of Delaware; and Metal Lubricants Co., a Corporation of Illinois,

Defendants.

56 C 1912
(For Infringement of United States Patent Letters Patent Reissue No. 24,017).

COMPLAINT

The Plaintiffs, complaining of the Defendants, allege:

I.

This is a civil action for patent infringement. The jurisdiction of the Court in this action arises under the Patent Laws of the United States.

II.

Plaintiff Devex Corporation is an Ohio Corporation, with its principal office at 1296 Hall Avenue, Lakewood 7, Ohio; Plaintiffs William C. McCoy and Theodore A. TeGrotenhuis are citizens of the State of Ohio, with offices at 524 Bulkley Building, Cleveland 15, County of Cuyahoga and State of Ohio.

Appendix I

III.

The Defendant General Motors Corporation is a corporation organized and existing under the laws of the State of Delaware, and it is domesticated in Illinois and qualified as a foreign corporation to do business in the State of Illinois. This Defendant has several regular and established places of business in Illinois, including regular and established places of business in the City of Chicago and within the Northern District of the State of Illinois; and this Defendant has committed acts of infringement herein complained of in the Northern District of Illinois as well as elsewhere in the United States.

IV.

The Defendant Metal Lubricants Co. is a corporation organized and existing under the laws of the State of Illinois, and it has a regular and established place of business at 3211 South Wood Street, Chicago 8, Illinois. This Defendant has committed acts of infringement herein complained of in the Northern District of Illinois.

V.

On March 4, 1952, United States Letters Patent No. 2,588,234 were duly and lawfully issued to John A. Henricks of Lakewood, Ohio for an invention in a method of coating and drawing metal. On June 7, 1955, Letters Patent Reissue No. 24,017 were duly and lawfully issued to John A. Henricks for the same invention.

VI.

By an assignment effective as of February 1, 1949, and dated August 22, 1955, the inventor of Letters Patent Reissue No. 24,017, John A. Henricks, assigned said patent to Plaintiff Devex Corporation. By an assignment dated September 10, 1955, Plaintiff Devex Corporation assigned said patent to Plaintiffs William C. McCoy and Theodore A. TeGrotenhuis. Plaintiff Devex Corporation,

however, retained certain reversionary rights therein which it now has.

VII.

Except for certain rights retained by Plaintiff Devex Corporation, Plaintiffs William C. McCoy and Theodore A. TeGrotenhuis are the owners of Letters Patent Reissue No. 24,017.

VIII.

The Defendant, General Motors Corporation, has infringed and is continuing to infringe the Letters Patent Reissue No. 24,017 by drawing and deforming metal according to the process described and claimed therein. Defendant General Motors Corporation has been fully informed with regards to said patent and its infringement thereof, but has nevertheless continued to infringe the same.

IX.

The Defendant, Metals Lubricants Co., has promoted the infringement of Letters Patent Reissue No. 24,017 by Defendant General Motors Corporation by agreeing to hold Defendant General Motors Corporation harmless from any patent liability that may be involved in its use of the process claimed and described in said patent. Defendant Metal Lubricants Co. has been informed with regards to said patent.

X.

By reason of the infringement of the Defendants, Plaintiffs have been seriously damaged and injured.

Wherefore, Plaintiffs pray:

(a) For an accounting to establish their damages against each Defendant; that the damages so found be trebled; and

for judgment against the Defendants according to their respective liabilities;

(b) For reasonable attorneys' fees unjustifiably caused them;

(c) For an assessment of costs against each of the Defendants; and

(d) For such other and further relief as may be required and appropriate in the premises.

Devex Corporation
William C. McCoy, and
Theodore A. TeGrotenhuis,
By /s/ Frank H. Marks
Frank Marks
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Chicago 3, Illinois,
Attorneys for Plaintiffs.

/s/ William C. McCoy,
William C. McCoy

/s/ T. A. TeGrotenhuis,
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